LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 6828 NOTE PREPARED: Apr 18, 2011 BILL NUMBER: SB 347 BILL AMENDED: Apr 13, 2011

SUBJECT: Underground storage tank issues.

FIRST AUTHOR: Sen. Gard BILL STATUS: As Passed House

FIRST SPONSOR: Rep. Wolkins

FUNDS AFFECTED: GENERAL IMPACT: State & Local

X DEDICATED FEDERAL

Summary of Legislation: (Amended) *Underground Storage Tank (UST) Operator Training Program*. This bill requires the Department of Environmental Management (IDEM) to establish an UST Operator Training Program (1) on an Internet web site; and (2) that complies with the requirements of the federal Energy Policy Act of 2005. The bill provides for the use of excess liability trust fund to be used for expenses incurred in establishing and implementing the UST operator training program.

Excess Liability Trust Fund Payments. The bill increases the limit on combined amount of payments from the Excess Liability Trust Fund in a fiscal year to 11%.

Effective Date: Upon passage; July 1, 2011.

Explanation of State Expenditures: *UST Operator Training Program.* The cost to develop and implement a web-based system is estimated at \$150,000 with a monthly server fee if the Indiana Office of Technology charges one. IDEM would also need to hire one staff person to administer the program. Personnel costs, including fringe benefits and indirect costs, are estimated at \$52,000 per year. Costs are to be paid from the UST Excess Liability Trust Fund. The Fund has investments of over \$48 M.

Excess Liability Trust Fund Payments. The bill increases the limit on combined amount of payments from the Excess Liability Trust Fund in a fiscal year to 11%. (Currently, 10% may be used for specified expenses.) The Trust Fund fluctuates, recently between \$35M to \$40M. An increase of 1% would allow an additional \$350,000, at a minimum, to be used for specified expenses. In addition to expenses currently outlined in statute, the bill provides that the costs associated with the UST Operator Training Program (above) may be paid from the fund.

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Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: IDEM.

Local Agencies Affected: Circuit or superior courts; Local units taking corrective action.

Information Sources: Brad Baughn, Legislative Liaison, IDEM, 317-234-3386.

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